

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

W-03511A  
Navajo Water Co., Inc.  
P.O. Box 82218  
Bakersfield, CA 93380

2  
RECEIVED

MAY 1 11 2108

AZ. CORP. COMM  
Director Utilities

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2007
----	----	------

FOR COMMISSION USE

ANN04	07
-------	----

5-16-08

## COMPANY INFORMATION

**Company Name (Business Name):** Navajo Water Co., Inc.

**Mailing Address:** P.O. Box 82218  
(Street)

Bakersfield CA 93380  
(City) (State) (Zip)

800-270-6084 or 661-633-7546 800-748-6981  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Email Address:** customerservicecenter@brookeutilities.com or mistiej@brookeutilities.com

**Local Office Mailing Address:** 1010 S. Stover Rd.

Payson Arizona 85541  
(City) (State) (Zip)

928-474-8130 928-474-1695  
Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Email Address**

## MANAGEMENT INFORMATION

**Management Contact:** Robert T. Hardcastle President  
(Name) (Title)

P.O. Box 82218 Bakersfield CA 93380  
(Street) (City) (State) (Zip)

661-633-7526 800-748-6981  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Email Address:** rth@brookeutilities.com

**On Site Manager:** Dean Shaffer  
(Name)

1010 S. Stover Rd. Payson AZ 85541  
(Street) (City) (State) (Zip)

928-474-8130 928-474-1695  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Email Address:** debidean@npgcable.com

☒ Please mark this box if the above address(es) have changes or are updated since the last filing.

**Statutory Agent:** Robert T. Hardcastle  
(Name)

P.O. Box 82218  
(Street)

Bakersfield  
(City)

CA  
(State)

93380  
(Zip)

661-633-7526

800-748-6981

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Attorney:** Jay Shapiro with Fennemore Craig  
(Name)

3003 N. Central Ave. Ste. 2600  
(Street)

Phoenix  
(City)

AZ  
(State)

85012  
(Zip)

602-916-5000

602-916-5566

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe)

### COUNTIES SERVED

Check the box for the county/ies in which you are certified to provide service:

<input type="checkbox"/> APACHE	<input type="checkbox"/> COCHISE	<input type="checkbox"/> COCONINO
<input type="checkbox"/> GILA	<input type="checkbox"/> GRAHAM	<input type="checkbox"/> GREENLEE
<input type="checkbox"/> LA PAZ	<input type="checkbox"/> MARICOPA	<input type="checkbox"/> MOHAVE
<input checked="" type="checkbox"/> NAVAJO	<input type="checkbox"/> PIMA	<input type="checkbox"/> PINAL
<input type="checkbox"/> SANTA CRUZ	<input type="checkbox"/> YAVAPAI	<input type="checkbox"/> YUMA
<input type="checkbox"/> STATEWIDE		

**COMPANY NAME: NAVAJO WATER COMPANY, INC**

**UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D (OC less AD)</b>
301	Organization			
302	Franchises			
303	Land and Land Rights	10,050	-	10,050
304	Structures and Improvements	8,879	6,928	1,951
307	Wells and Springs	12,778	10,667	2,111
311	Pumping Equipment	70,143	29,590	40,553
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	60,347	44,483	15,864
331	Transmission and Distribution Mains	123,642	95,085	28,557
333	Services	47,963	39,894	8,069
334	Meters and Meter Installations	42,248	18,899	23,349
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	1,709	206	1,503
347	Miscellaneous Equipment			
348	Other Tangible Plant	7,647	1,950	5,697
	<b>TOTALS</b>	<b>385,406</b>	<b>247,702</b>	<b>137,704</b>

This amount goes on the Balance Sheet Acct. No.108 

**COMPANY NAME: NAVAJO WATER COMPANY, INC**

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (1)</b>	<b>Depreciation Percentage (2)</b>	<b>Depreciation Expense (1x2)</b>
301	Organization			
302	Franchises			
303	Land and Land Rights	10,050	0.00%	-
304	Structures and Improvements	8,879	2.68%	238
307	Wells and Springs	12,778	2.68%	343
311	Pumping Equipment	70,143	2.58%	1,808
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	60,347	2.68%	1,620
331	Transmission and Distribution Mains	123,642	2.68%	3,319
333	Services	47,963	2.68%	1,285
334	Meters and Meter Installations	42,248	2.61%	1,103
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	1,708	2.68%	46
347	Miscellaneous Equipment			
348	Other Tangible Plant	7,647	2.68%	205
	<b>TOTALS</b>	<b>385,406</b>	<b>2.59%</b>	<b>9,967</b>

This amount goes on Comparative Statement of Income and Expense  
Acct. No.403.

**COMPANY NAME: NAVAJO WATER COMPANY, INC**

**BALANCE SHEET**

<b>Acct. No.</b>	<b>ASSETS</b>	<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ -	\$ -
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	11,791	10,117
146	Notes/Receivables from Associated Company		
151	Plant Materials and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	8,656	15,448
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>\$ 20,447</b>	<b>\$ 25,565</b>
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 377,354	\$ 385,407
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation - Utility Plant	(237,736)	(247,702)
121	Not-Utility Property		
122	Accumulated Depreciation - Non Utility		
	<b>TOTAL FIXED ASSETS</b>	<b>\$ 139,618</b>	<b>\$ 137,705</b>
	<b>DEFERRED INCOME TAX DEBITS</b>	<b>\$ 49,000</b>	<b>\$ 49,000</b>
	<b>TOTAL ASSETS</b>	<b>\$ 209,065</b>	<b>\$ 212,270</b>

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page

**COMPANY NAME: NAVAJO WATER COMPANY, INC**

**BALANCE SHEET (CONTINUED)**

<b>Acct. No.</b>	<b>LIABILITIES</b>	<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ -	\$ -
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Company	-	-
235	Customer Deposits	7,736	7,710
236	Accrued Taxes	546	4,131
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	<b>\$ 8,282</b>	<b>\$ 11,841</b>
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-term Notes and Bonds	\$ -	\$ -
	<b>Deferred Credits</b>		
251	Unamortized Premium on Debt		
	Refundable Meter Advances	\$ 4,555	\$ 4,557
252	Advances in Aid of Construction	6,609	6,428
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Taxes		
	<b>TOTAL DEFERRED CREDITS</b>	<b>\$ 11,164</b>	<b>\$ 10,985</b>
	<b>TOTAL LIABILITIES</b>	<b>\$ 19,446</b>	<b>\$ 22,826</b>
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 58,300	\$ 58,300
211	Paid In Capital in Excess of Par Value	211,263	211,263
215	Retained Earnings	(79,944)	(80,119)
218	Proprietary Capital (Sole Props & Partnerships)		
	<b>TOTAL CAPITAL</b>	<b>\$ 189,619</b>	<b>\$ 189,444</b>
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$ 209,065</b>	<b>\$ 212,270</b>

**COMPANY NAME: NAVAJO WATER COMPANY, INC**

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

<b>Acct. No.</b>	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>CURRENT YEAR</b>
461	Metered Water Revenue	\$ 125,271	\$ 128,038
460	Unmetered Water Revenue	-	-
474	Other Water Revenues	765	845
	<b>TOTAL REVENUES</b>	<b>\$ 126,036</b>	<b>\$ 128,883</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 13,120	\$ 24,219
610	Purchased Water	-	-
615	Purchased Power	8,004	10,121
618	Chemicals	-	45
620	Repairs & Maintenance	-	-
621	Office Supplies and Expense	-	-
630	Outside Services	33,712	38,461
635	Water Testing	1,877	2,700
641	Rents	-	355
650	Transportation Expenses	-	-
657	Insurance - General Liability	-	-
659	Insurance - Health and Life	1,363	1,452
666	Regulatory Commission Expense - Rate Case	45	-
675	Miscellaneous Expense	17,007	29,199
403	Depreciation Expense	9,749	9,967
408	Taxes Other Than Income	7,242	7,388
408.11	Property Taxes	6,068	5,278
409	Income Tax	-	-
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 98,187</b>	<b>\$ 129,185</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$ 27,849</b>	<b>\$ (302)</b>
	<b>OTHER INCOME/EXPENSE</b>		
419	Interest and Dividend Income	\$ -	\$ -
421	Non-Utility Income	45	573
426	Miscellaneous Non-Utility Expenses	-	-
427	Interest Expense	(312)	(447)
	<b>TOTAL OTHER INCOME/EXPENSE</b>	<b>\$ (267)</b>	<b>\$ 126</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$ 27,582</b>	<b>\$ (176)</b>



**COMPANY NAME: NAVAJO WATER CO., INC.**

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principal	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ \_\_\_\_\_

Meter Deposits Refunded During the Test Year \$ \_\_\_\_\_

<b>COMPANY NAME: NAVAJO WATER CO., INC.</b>	
<b>Name of System: Laguna Estates Water System</b>	<b>ADEQ Public Water System Number (If applicable): PWS 09-000</b>

### **WATER COMPANY PLANT DESCRIPTION**

#### **WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>	<b>Arsenic Levels (mg/L)</b>
55-646524	5.0	26.8	290	6	1	Unknown	0.001

\* Arizona Department of Water Resources Identification Number

#### **OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>
None	N/A	N/A

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
None		None	

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
10,000	1	None	

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

<b>COMPANY NAME: NAVAJO WATER CO., INC.</b>	
<b>Name of System: Laguna Estates Water System</b>	<b>ADEQ Public Water System Number (If applicable): PWS 09-000</b>

### **WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

#### **MAINS**

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	7,475
5		
6	PVC	1,240
8		
10		
12		

#### **CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	31
3/4	0
1	0
1 1/2	0
2	0
Comp. 3	0
Turbo 3	0
Comp. 4	0
Turbo 4	0
Comp. 6	0
Turbo 6	0

**For the following three items, list the utility owned assets in each category.**

**TREATMENT EQUIPMENT:**

None

---



---



---

**STRUCTURES:**

70' x 120'

---



---



---



---



---



---

**OTHER:**

One (1) Remote Tank Monitoring Device

Signs

---



---



---

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

<b>COMPANY NAME: NAVAJO WATER CO., INC.</b>	
<b>Name of System: Summer Pines Water System</b>	<b>ADEQ Public Water System Number (If applicable): PWS 09-030</b>

### **WATER COMPANY PLANT DESCRIPTION**

#### **WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>	<b>Arsenic Levels (mg/L)</b>
55-623894	3.0	14.0	290	6	1	Unknown	<0.0030
55-623891	10.0	32.0	565	8	2	1967	<0.0030

\* Arizona Department of Water Resources Identification Number

#### **OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>
None	N/A	N/A

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
5.0	1	None	None
1.0	1		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
40,000	1	5,000	1

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

<b>COMPANY NAME: NAVAJO WATER CO., INC.</b>	
<b>Name of System: Summer Pines Water System</b>	<b>ADEQ Public Water System Number (If applicable): PWS 09-030</b>

<b>COMPANY NAME: NAVAJO WATER CO., INC.</b>	
Name of System: Summer Pines Water System	ADEQ Public Water System Number (If applicable): PWS 09-030

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

MAINS		
Size (in inches)	Material	Length (in feet)
2		
3		
4	ABS	40,180
5		
6		
8		
10		
12		

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	216
3/4	0
1	0
1 1/2	0
2	0
Comp. 3	0
Turbo 3	0
Comp. 4	0
Turbo 4	0
Comp. 6	0
Turbo 6	0

**For the following three items, list the utility owned assets in each category.**

**TREATMENT EQUIPMENT:**

None \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

**STRUCTURES:**

8' x 8' building \_\_\_\_\_  
 80' x 115' chain link fence \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

**OTHER:**

One (1) T100G Remote Tank Monitoring Device \_\_\_\_\_  
 Signs \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

<b>COMPANY NAME: NAVAJO WATER CO., INC.</b>	
<b>Name of System: Chaparral Pines Water System</b>	<b>ADEQ Public Water System Number (If applicable): PWS 09-039</b>

### **WATER COMPANY PLANT DESCRIPTION**

#### **WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>	<b>Arsenic Levels (mg/L)</b>
55-601671	5.0	41	295	6	1	1982	0.0064

\* Arizona Department of Water Resources Identification Number

#### **OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>
None	N/A	N/A

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
5.0	1	None	None

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
30,000	1	1,000	1

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

<b>COMPANY NAME: NAVAJO WATER CO., INC.</b>	
<b>Name of System: Chaparral Pines Water System</b>	<b>ADEQ Public Water System Number (If applicable): PWS 09-039</b>

### **WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

#### **MAINS**

Size (in inches)	Material	Length (in feet)
2		
3		
4	ACP	7,350
4	PVC	550
6		
8		
10		
12		

#### **CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	79
3/4	0
1	0
1 1/2	0
2	0
Comp. 3	0
Turbo 3	0
Comp. 4	0
Turbo 4	0
Comp. 6	0
Turbo 6	0

**For the following three items, list the utility owned assets in each category.**

#### **TREATMENT EQUIPMENT:**

None

---



---

#### **STRUCTURES:**

10' x 16' building

---

49' x 92' chain link fence

---



---



---

#### **OTHER:**

One (1) Remote Tank Monitoring Device

Signs

---



---

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

<b>COMPANY NAME: NAVAJO WATER CO., INC.</b>	
<b>Name of System: Laguna Estates Water System</b>	<b>ADEQ Public Water System Number (If applicable): PWS 09-000</b>

### **WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007**

<b>MONTH</b>	<b>NUMBER OF CUSTOMERS</b>	<b>GALLONS SOLD (Thousands)</b>	<b>GALLONS PUMPED (Thousands)</b>
<b>JANUARY</b>	29	215 <sup>A</sup>	191
<b>FEBRUARY</b>	29	406	430
<b>MARCH</b>	28	180	211
<b>APRIL</b>	27	193	184
<b>MAY</b>	27	186	200
<b>JUNE</b>	26	229	273
<b>JULY</b>	26	222	259
<b>AUGUST</b>	27	144	158
<b>SEPTEMBER</b>	27	150	164
<b>OCTOBER</b>	28	184	156
<b>NOVEMBER</b>	28	94	143
<b>DECEMBER</b>	27	124	139
<b>TOTAL</b>		<b>2,327</b>	<b>2,508</b>

(A) Consumption estimated due to snow

(B)

**What is the level of arsenic for each well on your system?** See Page 10 **Mg/l**  
*(If more than one well, please list each separately.)*

**If system has fire hydrants, what is the fire flow requirement?** N/A **GPM for**      **hrs**

**If system has chlorination treatment, does this treatment system chlorinate continuously?**

☐ **Yes**                      ☒ **No**

**Is the Water Utility located in an ADWR Active Management Area (AMA)?**

☐ **Yes**                      ☒ **No**

**Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?**

☐ **Yes**                      ☒ **No**

**If yes, provide the GPCPD amount:**                                     

*Note: If you are filing for more than one system, please provide separate data sheets for each system.*



**Name of System: Summer Pines Water System    ADEQ Public Water System Number (If applicable): PWS 09-030**

## WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	214	657 <sup>A</sup>	1,101
FEBRUARY	215	533	558
MARCH	215	547	568
APRIL	210	706	332
MAY	214	834	909
JUNE	216	1,392	1,750
JULY	215	1,460	1,537
AUGUST	215	826	1,018
SEPTEMBER	214	906	990
OCTOBER	215	887	945
NOVEMBER	213	620	724
DECEMBER	212	499	682
TOTAL		9,867	11,114

(A) Consumption estimated due to snow

**What is the level of arsenic for each well on your system?** See page 12 **Mg/l**  
(If more than one well, please list each separately.)

**If system has fire hydrants, what is the fire flow requirement? N/A GPM for    hrs**

**If system has chlorination treatment, does this treatment system chlorinate continuously?**

**( ) Yes                      ( X ) No**

**Is the Water Utility located in an ADWR Active Management Area (AMA)?**

**( ) Yes                      ( X ) No**

**Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?**

**( ) Yes                      (X ) No**

**If yes, provide the GPCPD amount:**

**Note: If you are filing for more than one system, please provide separate data sheets for each system.**

<b>COMPANY NAME: NAVAJO WATER CO., INC.</b>	
<b>Name of System: Chaparral Pines Water System</b>	<b>ADEQ Public Water System Number (If applicable): PWS 09-039</b>

### **WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	73	207 <sup>A</sup>	242
FEBRUARY	73	97	120
MARCH	73	158	215
APRIL	74	251	258
MAY	75	437	481
JUNE	75	577	635
JULY	75	683	752
AUGUST	76	354	398
SEPTEMBER	77	549	591
OCTOBER	77	367	399
NOVEMBER	77	275	272
DECEMBER	76	136	180
<b>TOTAL</b>		<b>4,091</b>	<b>4,543</b>

(A) Consumption estimated due to snow

**What is the level of arsenic for each well on your system? \_\_\_\_\_Mg/l**  
*(If more than one well, please list each separately.)*

**If system has fire hydrants, what is the fire flow requirement? \_\_\_\_\_GPM for \_\_\_\_\_hrs**

**If system has chlorination treatment, does this treatment system chlorinate continuously?**

☐ Yes                      ☐ No

**Is the Water Utility located in an ADWR Active Management Area (AMA)?**

☐ Yes                      ☐ No

**Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?**

☐ Yes                      ☐ No

**If yes, provide the GPCPD amount: \_\_\_\_\_**

*Note: If you are filing for more than one system, please provide separate data sheets for each system.*

**COMPANY NAME: NAVAJO WATER CO., INC.**

**YEAR ENDING 12/31/2007**

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2007 was: \$

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

**VERIFICATION  
AND  
SWORN STATEMENT  
Taxes**

RECEIVED

MAY 14 2008

AZ CORP COMM.

**VERIFICATION**

**STATE OF California**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME)
<b>Kern</b>
NAME (OWNER OR OFFICIAL) TITLE
<b>Robert T. Hardcastle</b>
COMPANY NAME
<b>NAVAJO WATER CO., INC.</b>

Director Utilities

**DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2007

**HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.**

**SWORN STATEMENT**

**I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.**

**I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.**

SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS**

**DAY OF**

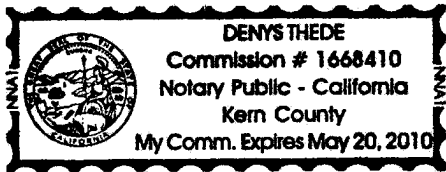
**(SEAL)**

COUNTY NAME	
MONTH	20__

**CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT**

State of California }  
County of Kern } ss.

On May 14, 2008, before me, Denys Thede, Notary Public, personally appeared Robert T. Hardcastle, proved to me on the basis of satisfactory evidence to be the person whose name is subscribed to the within instrument and acknowledged to me that he executed the same in his authorized capacity, and that by his signature on the instrument the person, or the entity upon behalf of which the person acted, executed the instrument.



WITNESS my hand and official seal.

A handwritten signature in cursive script, appearing to read 'Denys Thede', written over a horizontal line.

OPTIONAL

**Description of Attached Document**

Title or Type of Document: \_\_\_\_\_

Document Date: \_\_\_\_\_ Number of pages: \_\_\_\_\_

Signer(s) other than named above: \_\_\_\_\_

**Capacity(ies) Claimed by Signer**

Signer's Name: \_\_\_\_\_  
☐ Individual  
☐ Corporate Officer - Title(s): \_\_\_\_\_  
☐ Partner - ☐ Limited ☐ General  
☐ Attorney in Fact  
☐ Trustee  
☐ Guardian or Conservator  
☐ Other: \_\_\_\_\_

Right thumbprint of  
signer

Top of thumb here

Signer is representing: \_\_\_\_\_

COMPANY NAME: NAVAJO WATER CO., INC.

YEAR ENDING 12/31/2007

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported	\$	
Estimated or Actual Federal Tax Liability	\$	0

State Taxable Income Reported	\$	
Estimated or Actual State Tax Liability	\$	0

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	_____
Amount of Gross-Up Tax Collected	_____
Total Grossed-Up Contributions/Advances	_____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
\_\_\_\_\_  
**SIGNATURE**\_\_\_\_\_  
**DATE**\_\_\_\_\_  
**PRINTED NAME**\_\_\_\_\_  
**TITLE**

RECEIVED

MAY 15 2008

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

AZ CORP COMM  
Director Utilities

**VERIFICATION**

STATE OF California

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <b>Kern</b>
NAME (OWNER OR OFFICIAL) TITLE <b>Robert T. Hardcastle</b>
COMPANY NAME: NAVAJO WATER CO., INC. <b>NAVAJO WATER CO., INC.</b>

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION****FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2007

**HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.**

**SWORN STATEMENT**

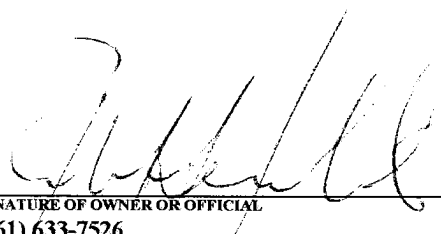
**IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:**

Arizona Intrastate Gross Operating Revenues Only (\$)
---

\$ 129,456.88

**(THE AMOUNT IN BOX ABOVE  
INCLUDES \$  
IN SALES TAXES BILLED, OR COLLECTED)**

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL  
(661) 633-7526  
\_\_\_\_\_  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS  DAY OF

(SEAL)

COUNTY NAME	
MONTH	20__

MY COMMISSION EXPIRES \_\_\_\_\_

\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC

# CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

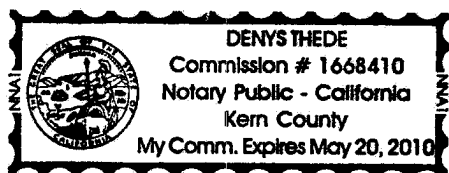
State of California

County of Kern

ss.

On May 14, 2008, before me, Denys Thede, Notary Public, personally appeared Robert T. Hardcastle, proved to me on the basis of satisfactory evidence to be the person whose name is subscribed to the within instrument and acknowledged to me that he executed the same in his authorized capacity, and that by his signature on the instrument the person, or the entity upon behalf of which the person acted, executed the instrument.

WITNESS my hand and official seal.



A handwritten signature in black ink, appearing to read 'Denys Thede', written over a horizontal line.

OPTIONAL

## Description of Attached Document

Title or Type of Document: \_\_\_\_\_

Document Date: \_\_\_\_\_ Number of pages: \_\_\_\_\_

Signer(s) other than named above: \_\_\_\_\_

## Capacity(ies) Claimed by Signer

Signer's Name: \_\_\_\_\_

- ☐ Individual
- ☐ Corporate Officer - Title(s): \_\_\_\_\_
- ☐ Partner - ☐ Limited ☐ General
- ☐ Attorney in Fact
- ☐ Trustee
- ☐ Guardian or Conservator
- ☐ Other: \_\_\_\_\_

Right thumbprint of  
signer

Top of thumb here

Signer is representing: \_\_\_\_\_



**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY**

RECEIVED

MAY 15 2008

AZ CORP COMM  
Director Utilities

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME) KERN		
NAME (OWNER OR OFFICIAL)	ROBERT T. HARDCASTLE	TITLE: MANAGING MEMBER
COMPANY NAME: NAVAJO WATER CO., INC.		

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

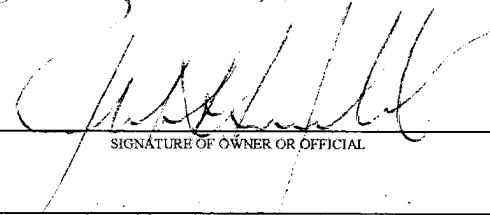
**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ 129,456.88

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$  
IN SALES TAXES BILLED, OR COLLECTED)

**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.**

  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL  
  
\_\_\_\_\_  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS**

--

**DAY OF**

NOTARY PUBLIC NAME	
COUNTY NAME	
MONTH	.20__

**(SEAL)**

**MY COMMISSION EXPIRES**

**X**

\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC

CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

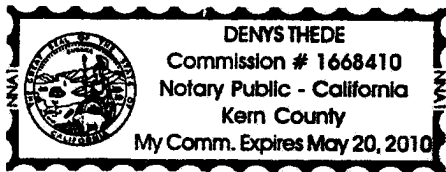
State of California

County of Kern

ss.

On May 14, 2008, before me, Denys Thede, Notary Public, personally appeared Robert T. Hardcastle, proved to me on the basis of satisfactory evidence to be the person whose name is subscribed to the within instrument and acknowledged to me that he executed the same in his authorized capacity, and that by his signature on the instrument the person, or the entity upon behalf of which the person acted, executed the instrument.

WITNESS my hand and official seal.



A handwritten signature in cursive script, appearing to read 'Denys Thede', written over a horizontal line.

OPTIONAL

**Description of Attached Document**

Title or Type of Document: \_\_\_\_\_

Document Date: \_\_\_\_\_ Number of pages: \_\_\_\_\_

Signer(s) other than named above: \_\_\_\_\_

**Capacity(ies) Claimed by Signer**

Signer's Name: \_\_\_\_\_

- ☐ Individual
- ☐ Corporate Officer - Title(s): \_\_\_\_\_
- ☐ Partner - ☐ Limited ☐ General
- ☐ Attorney in Fact
- ☐ Trustee
- ☐ Guardian or Conservator
- ☐ Other: \_\_\_\_\_

Right thumbprint of  
signer

Top of thumb here

Signer is representing: \_\_\_\_\_

၁၁၁၁၁

$$\frac{11-24}{1210(8)}$$

**WELLS FARGO BANK, N.A.**

DATE \_\_\_\_\_

AMOUNT

~~ETWILL COMPANY, INC.~~

PAY  
TO THE  
ORDER  
OF

[illegible]

PARCEL #	AREA CODE	PRIMARY TAX RATE PER \$100 ASSESSED VALUE	SECONDARY TAX RATE PER \$100 ASSESSED VALUE	IRRIGATION DISTRICT \$ PER ACRE
919-91-070 6	1070	4.7516	4.2908	

VALUE IN DOLLARS	ASSTMT %	ASSESSED VALUE	EXEMPTIONS	TAX RATE	TAX
20,894	24.0	5,018	0	4.7516	239.31
149,573	24.0	35,898	0	4.7516	1,708.73
170,467	24.0	40,913	0		1,944.04
19,000	24.0	4,590	0	4.2908	195.66
1,894	24.0	455	0	4.2908	19.54
149,573	24.0	35,898	0	2.6064	935.66
170,467		40,913	0		1,150.88

PRIMARY PROPERTY TAX	LESS STATE AID TO EDUCATION	NET PRIMARY PROPERTY TAX	SECONDARY PROPERTY TAX	SPECIAL DISTRICT TAX	TOTAL TAX DUE FOR 2007
1,944.04	0.00	1,944.04	1,150.86	0.00	3,094.90

2006 TAXES	2007 TAXES
257.71	247.17
2,006.30	1,264.83
614.71	581.22
782.67	824.48
41.38	40.92
16.54	20.46
15.36	15.05
81.22	80.31
20.69	20.46

JURISDICTION

02000 NAVAJO COUNTY  
07010 SHOW LOW SD #10  
08150 NORTHLAND PIONEER CO  
11204 SHOW LOW FD  
11900 FIRE DISTRICT ASSIST  
14900 NAVAJO COUNTY LIBRAR  
15728 NAVAJO COUNTY FCD  
29999 PUBLIC HEALTH SERVIC  
30000 NORTHERN ARIZONA VIT

*Sumner*

## LEGAL DESCRIPTION:

TOTAL VALUE OF OPERATING PROPERTY  
200-41-199 5,500 200-41-  
208 9,800

This is the only notice you will receive.

Manny Hernandez  
Navajo County Treasurer  
PO Box 668  
Holbrook AZ 86025-0668

THIS IS A  
CALENDAR YEAR  
TAX NOTICE



919-91-070 6  
0052276 NM

T 0792 93380

NAVAJO WATER COMPANY  
C/O ROBERT HARDCASTLE  
P O BOX 82218  
BAKERSFIELD CA 93380

THERE WILL BE A CHARGE FOR EACH RETURNED CHECK  
AND YOUR TAXES WILL REVERT TO AN UNPAID STATUS.

PLEASE INCLUDE YOUR  
PARCEL NUMBER  
ON YOUR CHECK.

## PAYMENT INSTRUCTIONS

To pay the 1st half installment and tax notices under \$100, send the 1st half coupon with your payment postmarked no later than Nov. 1, 2007. To pay the 2nd half installment, send the 2nd half coupon with your payment postmarked no later than May 1, 2008. To pay taxes for the full year if the entire amount billed per notice exceeds \$100, send the 1st half coupon with your payment postmarked no later than Dec. 31, 2007. Delinquent interest will be waived.

Make your check payable to and mail to:

Manny Hernandez  
Navajo County Treasurer  
PO Box 668  
Holbrook AZ 86025-0668

## 2007 FIRST HALF PAYMENT COUPON

Due October 1, 2007

NAVAJO WATER COMPANY

919-91-070 6 Roll Number: 0082638

Delinquency Date First Half Payment

Penalty for late payment is 16% per year prorated monthly as of the 1st day of the month for payments postmarked after 5:00 P.M. November 1, 2007

TAXES IN 10050 AND ADD IN 10050

DETACH AND RETURN WITH PAYMENT

Make check payable to:

Manny Hernandez  
Navajo County Treasurer  
PO Box 668  
Holbrook AZ 86025-0668

TO PAY 1ST HALF ONLY PAY

TO PAY FULL YEAR TAX PAY

1,547.45

3,094.90

Payment in U.S. FUNDS ONLY

If your mortgage company makes your property  
tax payments consider this notice as a courtesy



Co #12  
12-05-7010-02

# 2007 PROPERTY TAX NOTICE

ARIZONA

PARCEL #	AREA CODE	VALUE IN DOLLARS	ASSMT %	ASSESSED VALUE	EXEMPTIONS	TAX RATE	TAX	IRIGATION DISTRICT \$ PER ACRE	PRIMARY TAX RATE PER \$100 ASSESSED VALUE	SECONDARY TAX RATE PER \$100 ASSESSED VALUE	PRIMARY PROPERTY TAX	LESS STATE AID TO EDUCATION	NET PRIMARY PROPERTY TAX	SECONDARY PROPERTY TAX	SPECIAL DISTRICT TAX	TOTAL TAX DUE FOR 2007	2006 TAXES	2007 TAXES
919-91-005 8	1005	7,200	24.0	1,728	0	4.7516	82.11		4.7516	4.9037	252.02	0.00	252.02	199.88	0.00	451.90	32.91	32.04
LIMITED LAND, BLDGS, ETC																		178.91
LIMITED PERSONAL PROPERTY																		75.35
LIMITED TOTALS																		139.39
FULL CASH LAND																		5.31
FULL CASH BUILDINGS, ETC																		2.65
FULL CASH PERSONAL PROPERTY																		10.42
FULL CASH TOTALS																		2.65

0062637  
 STATUS ADDRESS:  
 NULL  
 LEGAL DESCRIPTION:  
 TOTAL VALUE OF OPERATING PROPERTY  
 206-26-091 6,000

This is the only notice you will receive.

Manny Hernandez  
 Navajo County Treasurer  
 PO Box 668  
 Holbrook AZ 86025-0668

THIS IS A  
 CALENDAR YEAR  
 TAX NOTICE



919-91-005 8  
 0052276 NM

NAVAJO WATER COMPANY  
 C/O ROBERT HARDCASTLE  
 P O BOX 82218  
 BAKERSFIELD CA 93380

THERE WILL BE A CHARGE FOR EACH RETURNED CHECK  
 AND YOUR TAXES WILL REVERT TO AN UNPAID STATUS.

## 2007 FIRST HALF PAYMENT COUPON

Due October 1, 2007  
 NAVAJO WATER COMPANY  
 919-91-005 8 Roll Number: 0062637  
 Delinquency Date First Half Payment  
 Penalty for late payment is 16% per year prorated  
 monthly as of the 1st day of the month for payments  
 postmarked after 5:00 P.M. November 1, 2007

*Co #12 - Acct H607-E pay 2007 July only \$225.95*

### PAYMENT INSTRUCTIONS

To pay the 1st half installment and tax notices under \$100, send the 1st half coupon with your payment postmarked no later than Nov. 1, 2007. To pay the 2nd half installment, send the 2nd half coupon with your payment postmarked no later than May 1, 2008. To pay taxes for the full year if the entire amount billed per notice exceeds \$100, send the 1st half coupon with your payment postmarked no later than Dec. 31, 2007. Delinquent interest will be waived.

Make your check payable to and mail to:

Manny Hernandez  
 Navajo County Treasurer  
 PO Box 668  
 Holbrook AZ 86025-0668

PLEASE INCLUDE YOUR  
 PARCEL NUMBER  
 ON YOUR CHECK.

DETACH AND RETURN WITH PAYMENT

Make check payable to:  
 Manny Hernandez  
 Navajo County Treasurer  
 PO Box 668  
 Holbrook AZ 86025-0668

TO PAY 1ST HALF ONLY PAY  
 TO PAY FULL YEAR TAX PAY

225.95  
 451.90

If your mortgage company makes your property  
 tax payments consider this notice as a courtesy



